GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR
LOK SABHA

STARRED QUESTION NO:724
ANSWERED ON:17.05.2000
DEFENCE EQUIPMENTS
JASWANT SINGH YADAV;SU THIRUNAVUKKARASAR

Will the Minister of SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR be pleased to state:

(a) whether as a part of the Government`s policy to strengthen the SSI Sector the Government proposes to allow SSI units to manufacture Defence equipments.

(b) if so, the details thereof;

(c) whether the Government propose to provide any special concessions to SSI Sector, which will be engaged in the manufacture of Defence items; and

(d) if so, the details thereof?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGF RURAL INDUSTRIES (SMT. VASUNDHARA RAJE)

(a) to (d): A Statement is laid on the Table of the House.

STATEMENT ATTACHED TO REPLY TO STARRED QUESTION NO. 724 FOR REPLY ON 17.05.2000 IN THE LOK SABHA

(a) & (b): The Policy measures for promoting and strengthening small, tiny and village enterprises announced on the 6th August, 1991, recognised the need to widen and deepen, complementarities in production programmes of large/medium and small industrial sectors. The Policy measures have been equally applicable for promoting small scale industrial units to manufacture Defence equipments.

(c) & (d): All concessions available to small scale units in general are also available to those small scale units manufacturing Defence Equipments. Besides the above, the special concessions are also available to small scale units, which register themselves with the Directorate General Quality Assurance, Department of Defence Production and Supplies, Ministry of Defence, Government of India for supplying to Defence Organisations are as under:-

(a) Small scale industries seeking registration with the Directorate General Quality Assurance (DGQA), Department of Defence Production and Supplies, Ministry of Defence, are charged a concessional registration fee of Rs. 1,000/- against a fee of Rs. 2,500/- payable by large industries.

(b) Drawings and specifications of the indigenously developed small items are issued free of cost along with tender enquiries to small scale units.

(c) Free consultancy is provided to the SSI Sector to help them prepare for registration with the DGQA.